

FISCAL NOTE

Bill #: HB0643 **Title:** \$3,000,000 general fund transfer to school flexibility acct in certain case

Primary Sponsor: Balyeat, J **Status:** As Introduced

Sponsor signature	Date	Chuck Swysgood, Budget Director	Date
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Fiscal Summary

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
Expenditures:		
General Fund	\$1,500,000	\$1,500,000
Revenue:		
State Special – Flexibility account	\$1,500,000	\$1,500,000
Net Impact on General Fund Balance:	(\$1,500,000)	(\$1,500,000)

- | | |
|---|---|
| <input type="checkbox"/> Significant Local Gov. Impact
<input type="checkbox"/> Included in the Executive Budget
<input type="checkbox"/> Dedicated Revenue Form Attached | <input type="checkbox"/> Technical Concerns
<input type="checkbox"/> Significant Long-Term Impacts
<input checked="" type="checkbox"/> Needs to be included in HB 2 |
|---|---|

Fiscal Analysis

ASSUMPTIONS:

1. HB 643 transfers \$1.5 million annually to the school flexibility account from the state general fund if the general fund appropriation to the Office of Public Instruction (OPI) in HB 2 is \$3 million less for the 2005 biennium than was appropriated to OPI from the general fund for the 2003 biennium.
2. The Executive Budget for the Office of Public Instruction in HB 2 is \$1.023 billion for the 2005 biennium. The general fund appropriation to the Office of Public Instruction for the 2003 biennium was \$1.078 billion. This 2003 appropriation amount includes the FY2002 guarantee fund expenditure, which though recorded in the general fund in FY02 is recorded as state special funds in FY03 and on, and both years of HB 124 block grants.
3. The proposed general fund budget for OPI is \$55.8 million less for the 2005 biennium than the appropriated general fund budget for the 2003 biennium.
4. The Executive Budget meets the contingency included in HB 643, therefore it is anticipated that the \$3 million transfer from the general fund to the school flexibility fund would be effective if HB 643 is approved.

Fiscal Note Request HB0643, As Introduced
(continued)

FISCAL IMPACT:

	<u>FY 2004 Difference</u>	<u>FY 2005 Difference</u>
<u>Expenditures:</u>		
Transfers	\$1,500,000	\$1,500,000
<u>Funding of Expenditures:</u>		
General Fund (01)	\$1,500,000	\$1,500,000
<u>Revenues:</u>		
State Special Revenue (02)	\$1,500,000	\$1,500,000
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	(\$1,500,000)	(\$1,500,000)
State Special Revenue (02)	\$1,500,000	\$1,500,000